



***Puerto Rico Department of Treasury***  
***Treasury Single Account ("TSA") FY 2018 Cash Flow***  
***As of March 16, 2018***

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- *The report dated January 19, 2018, "Summary of Bank account Balances for Puerto Rico Governmental Instrumentalities As of December 31 2017," (the "Bank Account Balance Report") disclosed the balance of Other Puerto Rico Treasury Custody Accounts of \$580 million as of December 31, 2017. This balance was further segmented into \$374M in pension-related funds (Employee Withholdings and Pay-Go Charges), \$142M in Central Government non-TSA funds (lottery-related funds and other funds held and administered by central government agencies), and \$64M held TSA Sweep Accounts that collect income and completely pass through to TSA on a daily basis (includes General Collections Posts, Agency Collections Posts, and SUT). As further set forth in the Bank Account Balance Report, processes are currently in place to continue evaluating the accounts, including analyzing the cash inflows and outflows and reviewing legal restrictions relative to funds deposited into the bank accounts.*

**Glossary**

Term	Definition
<b>AACA</b>	Automobile Accident Compensation Administration, or Administración de Compensaciones por Accidentes de Automóviles, is a component unit of the Commonwealth of Puerto Rico.
<b>Act 154</b>	Act 154 means Act No. 154-2010, which, inter alia, imposes a temporary excise tax on the acquisition by multinationals of certain property manufactured or produced in whole or in part in Puerto Rico and on the acquisition of certain manufacturing services carried out in Puerto Rico. The Act 154 temporary excise tax expires on December 31, 2027.
<b>AFI/RBC</b>	Infrastructure Financing Authority.
<b>Agency Collections</b>	Collections made by central government agencies at collection posts for services rendered by the agencies as well as fees, licenses, permits, fines and others.
<b>Approved FY 2018 Budget</b>	Consolidated Budget for Fiscal Year 2018 approved by the Puerto Rico Legislative Assembly on July 13, 2017.
<b>ASC</b>	Compulsory Liability Insurance, private insurance company.
<b>ASSMCA</b>	Administración de Servicios de Salud Mental y Contra la Adicción, or Mental Health and Addiction Services Administration, is an agency of the Commonwealth of Puerto Rico.
<b>Bank Checks Paid</b>	A report provided by the bank that is utilized to determine vendor payments.
<b>BPFR</b>	Banco Popular of Puerto Rico.
<b>Budget Reserves</b>	Non-cash reserves for budgeting purposes. Consist of a Liquidity Reserve (\$190M), CMB Reserve (\$446M), Budgetary Reserve (\$85M), Other Income Reserve (\$84M), and Emergency Fund (\$30M).
<b>Checks in Vault</b>	Refers to checks issued but physically kept in vault.
<b>Clawback Funds</b>	Pursuant to Executive Order No. 46, certain available resources of the Commonwealth assigned to PRHTA, PRIFA, PROCCA and PRMBA to pay debt service on their obligations were, and continue to be, retained by the Commonwealth pursuant to Article VI, Section 8 of the Constitution of the Commonwealth.
<b>Collections</b>	Collections made by the Department of the Treasury (Treasury) at collection posts and/or the Treasury revenue collection systems, such as income taxes, excise taxes, fines and others.
<b>COFINA</b>	Puerto Rico Sales Tax Financing Corporation.
<b>COFINA SUT Collections</b>	In accordance with a sales tax finance agreement between the government of Puerto Rico and COFINA, throughout FY2018 the first 5.5% (of total 10.5%) of gross SUT collections are reserved for and deposited into the COFINA bank account held at BNY Mellon until a \$753M cap has been reached on total SUT collections remitted to COFINA.
<b>DTPR</b>	Department of the Treasury of Puerto Rico.
<b>EQB</b>	Environmental Quality Board, or Junta Calidad Ambiental, is an agency of the Commonwealth of Puerto Rico.
<b>ERS</b>	Employees Retirement System means the Employees Retirement System of the Government of the Commonwealth of Puerto Rico, a statutory trust created by Act No. 447 of May 15, 1951, as amended, to provide pension and other benefits to retired employees of the Commonwealth, its public corporations and municipalities. ERS is a fiduciary fund of the Commonwealth of Puerto Rico for purposes of the Commonwealth's financial statements.
<b>General Fund</b>	General Fund (Operating Fund) means the Commonwealth principal operating fund; disbursements from such fund are generally approved through the Commonwealth's annual budgeting process.
<b>DTPR Collection System</b>	This is the software system that DTPR uses for collections.
<b>HTA</b>	Puerto Rico Highways and Transportation Authority, a public corporation and a component unit of the Commonwealth of Puerto Rico.
<b>JRS</b>	Judiciary Retirement System means the Retirement System for the Judiciary of the Commonwealth of Puerto Rico, a statutory trust created to provide pension and other benefits to retired judges of the Judiciary Branch of the Commonwealth. JRS is a fiduciary fund of the Commonwealth of Puerto Rico for purposes of the Commonwealth's financial statements.
<b>Liquidity Plan</b>	The FY 2018 Treasury Single Account Liquidity Plan was prepared at the beginning of the fiscal year based on the approved FY 2018 Budget, was projected monthly through June 2018, and is used as the benchmark against which results are measured. As a result of material economic and operational changes stemming from Hurricanes Irma and Maria, DTPR is in the process of developing a reforecast of TSA cash flows to year-end. Until then, the original TSA forecast will continue to serve as the measure for cash flow.
<b>Net Payroll</b>	Net payroll is equal to gross payroll less tax withholdings and other deductions.
<b>Nutrition Assistance Program</b>	NAP, or the Nutrition Assistance Program, also known as PAN, or Programa de Asistencia Nutricional is a federal assistance nutritional program provided by the United States Department of Agriculture (USDA) solely to Puerto Rico.
<b>Pension PayGo</b>	Pension PayGo- Puerto Rico pension system that is funded through a pay-as-you-go system. Retirement benefits expenses of government employers are paid by the central government and reimbursed by the employers, with such funds received by the TSA.
<b>PR Solid Waste</b>	Puerto Rico Solid Waste Authority.
<b>PRASA</b>	Puerto Rico Aqueducts and Sewers Authority.
<b>PREPA</b>	Puerto Rico Electric Power Authority.
<b>PRHA</b>	Puerto Rico Housing Authority.
<b>PRIFAS</b>	Puerto Rico Integrated Financial Accounting System.
<b>Reconciliation Adjustment</b>	Reserve account in DTPR cash flow, related to E&Y's Expense Reconciliation Adjustment (RA) as per the Fiscal Plan certified on March 13, 2017.
<b>Retained Revenues</b>	Revenues conditionally assigned to certain public corporations and the collections of those revenues are through accounts referred to as "pass-through" accounts. The largest of these pass-through accounts consist of (i) AACA auto insurance, (ii) AFI/RBC petroleum tax, (iii) ASC personal injury insurance, (iv) HTA toll revenues.
<b>RHUM System</b>	This is the software system that DTPR uses for payroll.
<b>SIFC</b>	State Insurance Fund Corporation.
<b>Special Revenue Funds</b>	Commonwealth governmental funds separate from the General Fund that are created by law, are not subject to annual appropriation and have specific uses established by their respective enabling legislation. Special Revenue Funds are funded from, among other things, revenues from federal programs, tax revenues assigned by law to public corporations and other third parties, fees and charges for services by agencies, dividends from public corporations and financing proceeds.
<b>SSA</b>	Social Security Administration.
<b>TRS</b>	Teachers Retirement System means the Puerto Rico System of Annuities and Pensions for Teachers, a statutory trust created to provide pension and other benefits to retired teachers of the Puerto Rico Department of Education and to the employees of the Teachers Retirement System. TRS is a fiduciary fund of the Commonwealth of Puerto Rico for purposes of the Commonwealth's financial statements.
<b>TSA</b>	Treasury Single Account, the Commonwealth's main operational bank account (concentration account) in which a majority of receipts from Governmental funds are deposited and from which most expenses are disbursed. TSA receipts include tax collections, charges for services, intergovernmental collections, the proceeds of short and long-term debt issuances and amounts held in custody by the Secretary of the Treasury for the benefit of the Commonwealth's fiduciary funds. Only a portion of the revenues received by the TSA is included in the annual General Fund budget presented to the Puerto Rico Legislative Assembly for approval. Other revenues are separately assigned by law to certain agencies or public corporations but still flow through the TSA.
<b>Unrecorded Invoices</b>	Invoices that have been physically received but are currently being manually entered into an Excel ledger at DTPR. These invoices have not been captured in the accounting system.

## Introduction

- *Enclosed is the weekly Treasury Single Account ("TSA") cash flow report, supporting schedules and Liquidity Plan to actual variance analysis.*
- *TSA is the Commonwealth's main operational bank account (concentration account) in which a majority of receipts from Governmental funds are deposited and from which most expenses are disbursed.*
- *Beginning April 2016, TSA receipts are deposited in a commercial bank account rather than the Government Development Bank for Puerto Rico ("GDB").*
- *Receipts in the TSA include tax collections (including revenues assigned to certain public corporations and pledged for the payment of their debt service), charges for services, intergovernmental collections (such as reimbursements from Federal assistance grants), the proceeds of short and long-term debt issuances held in custody by the Secretary of Treasury for the benefit of the Government fiduciary funds, and other receipts. Only a portion of the revenues received by the TSA is included in the annual General Fund budget presented to the Puerto Rico Legislative Assembly for approval. Other revenues are separately assigned by law to certain agencies or public corporations but still flow through the TSA.*
- *Disbursements from the TSA include payroll and related costs, vendor and operational disbursements (including those reimbursed by Federal assistance grants and funded from Special Revenue Funds), welfare expenditures, capital outlays, debt service payments, required budgetary formulas and appropriation payments, pass-through payments of pledged revenues to certain public corporations, tax refunds, payments of current pension benefits and other disbursements.*
- *Federal funds related to disaster relief for hurricanes Irma and Maria are deposited in a separate bank account overseen by the Government Authorized Representative ("GAR"), and transferred to the TSA only after admissible disbursements (per approved Project Worksheets) have been made. These inflows to the TSA will be captured on the Federal Funds Receipts (Schedule C); outflows will be captured on the Vendor Payments (Schedule E).*
- *Data for TSA inflows/outflows is reported from various systems within the Department of Treasury of Puerto Rico ("DTPR"):*
  - Cash Flow Actual Results - Source for the actual results is the TSA Cash Flow.*
  - Schedule A - Collections - Source for collections information is the DTPR collections system.*
  - Schedule B - Agency Collections - Source for the agency collections is DTPR.*
  - Schedule C - Federal Fund Receipts - Source for the federal funds receipts is DTPR.*
  - Schedule D - Net Payroll - Source for net payroll information is the DTPR Rhum Payroll system.*
  - Schedule E - Vendor Payments - The source for vendor payments is the Bank checks paid report and a report from the DTPR PRIFAS system.*
  - Schedule F - Other Legislative Appropriations - Source for the other legislative appropriations is DTPR.*
  - Schedule G - Central Government - Partial Inventory of Known Short Term Obligations - Sources are DTPR.*
  - Schedule H - Budget Allocation of the Reconciliation Adjustment for the Central Government Loan to PREPA - Source is the Office of Management and Budget*
- *Data limitations and commentary:*

*The government has focused on the seven schedules above for which access to reliable, timely, and detailed data is available to support these items. The government continues to work with DTPR and other parties to access additional reliable data that would help us provide detail in the future for other line items in the Cash Flow.*

### **FY 2018 TSA Forecast Key Assumptions**

- *The FY 2018 Treasury Single Account cash flow forecast Liquidity Plan was prepared at the beginning of the fiscal year based on the approved FY 2018 Budget, was projected monthly through June 2018, and is used as the benchmark against which weekly results and variances are measured. As a result of material economic and operational changes stemming from Hurricanes Irma and Maria, DTPR is in the process of developing a reforecast of TSA cash flows to year-end. Until then, the original TSA forecast will continue to serve as the measure for weekly cash flow variances.*
- *Forecast collections and disbursements through the General Fund and Federal Fund are consistent with the approved FY 2018 Budget, with the exception of payroll outlays which were forecast based on run-rate cash disbursement trends, and budget reserves which are non-cash and do not impact the TSA direct cash flows.*
- *TSA General Fund inflows are "gross" (i.e. include accrued Tax Refunds in 2018) and therefore higher than presented in the approved FY 2018 Budget, which considers General Fund revenues net of current year tax refunds. Repayment of deferred tax refunds (from CY 2016 and prior) total \$292mm; reserve for current year tax refunds (excluding garnishments) total \$456mm.*
- *Payroll outlays are based on FY 2017 run-rate disbursements, less savings measures, representing a \$298mm favorable adjustment to the approved FY 2018 Budget for the full fiscal year. Payroll is presented inclusive of segregated employee contributions (\$349M for the year). Payroll is disbursed through the TSA on a bi-weekly basis, approximately on the 15th and 30th of each month.*
- *Pensions reflect the implementation of the pay-as-you-go model in FY 2018. Retirement system inflows represent deposits from municipalities and corporations net of administrative expenses. Figures also include ERS / TRS / JRS asset sales (\$390M), which occurred in July 2017.*
- *The Liquidity Plan assumes collections and outlays of Federal Funds are equal in FY 2018 (zero net cash impact), excluding potential timing impact.*
- *Clawback funds set aside prior to June 2016 (approx. \$146mm held at BPPR accounts and \$144mm held at GDB) are considered restricted cash and therefore excluded from the projected cash balance.*
- *The Liquidity Plan assumes \$592mm of Reconciliation Adjustment as per the approved FY 2018 Budget and March 13 certified Fiscal Plan, which is projected separately from supplier payments and distributed evenly over 12 months. No further provision has been made for potential contingent liabilities against the government.*
- *The Liquidity Plan assumes that beginning November 2017, COFINA SUT collections flow to the General Fund and are available to the TSA for operational purposes, totaling approx. \$316mm in incremental collections in the forecast. However, these funds flowed to the COFINA bank account (BNY Mellon), which created a permanent variance of -\$316mm against the Liquidity Plan.*



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**Executive Summary – TSA Cash Flow Actual Results for the Week Ended March 16, 2018**

Key Figures as of 3/16/2018				
\$1.93Bn	\$477M	\$175M	\$129M	(\$319M)
Bank Cash Position	Weekly Cash Flow	Weekly Variance W	YTD Net Cash Flow	YTD Net Cash Flow Variance

**Notable variances <sup>(a)</sup> for the week ended March 16, 2018:**

-\$116M	Inflow - General Collections	(Partially Permanent) Variance due to the General Fund portion of collections with -\$83M lower in Nonresident Withholdings collections, -\$11M lower in Act 154 Collections, -\$9M lower in Individual Income Taxes, and others that were partially offset by +\$35M in Corporate Income Taxes.
+\$173M	Inflow - Federal Fund Receipts	(Temporary) Variance offsets previous YTD timing variance, mainly due to \$147M received for the Medicaid Program, \$78M received for the Nutritional Assistance Program, and \$41M received for the Department of Education.
+\$63M	Outflow - ASES Appropriation	(Temporary) Variance will be offset next week by a \$146M appropriation to ASES for the Medicaid Program executed on 3/19.
+\$36M	Net Inflow - PREPA Loan	(Temporary) Weekly variance due to excess revenues collected by PREPA that were applied to the repayment of outstanding Revolving Credit Loans, in accordance with Section 2.6(b)(ii) of the Superpriority Post-petition Revolving Credit Loan Agreement (The Agreement). The Agreement specifies that upon PREPA's receipt of any revenues in excess of amounts necessary to (i) pay budgeted expenses for Ineligible Uses provided for in the Budget (inclusive of the Ineligible Uses Variance) and other allowable expenses for Ineligible Uses, or any FEMA reimbursable expense for contracts that have been obligated by FEMA and approved by the Oversight Board and (ii) maintain a maximum cash balance of up to \$300M PREPA shall apply such Revenues to the repayment of the outstanding Revolving Credit Loans. The criteria that result in any aforementioned repayment may be triggered due to the seasonality of PREPA operations. Depending on the timing of PREPA receipts and disbursements, additional repayments may occur over the next several weeks, though additional draw downs are expected to subsequently be necessary and the expectation is that the full approved amount of \$300M will be outstanding at the end of the fiscal year.
+\$19M	All Other	Includes Payroll & Related Costs (+\$12M), Vendor Disbursements (+\$11M), Nutritional Assistance Program Disbursements (-\$27M), and all others (+\$23M).

**Notable YTD variances <sup>(a)</sup> as of March 16, 2018:**

-\$384M	Inflow - Federal Fund Receipts	(Temporary) As of the end of February, the YTD variance is the result of: (1) \$410M lower than projected federal reimbursements for vendor payments (70% of total variance), an outcome of both lower than projected vendor disbursements in total (23% below forecast) and a change in mix between Commonwealth-funded and federally-funded vendor payments. The Department of Education, Department of Health, and the Administration for Child Care and Development constitute the majority of this variance, and the Department of Treasury is currently assessing the reasons for such variances at these agencies; (2) timing of ASES pass-through Medicaid appropriations (5% of total variance), which will reverse in the near term; (3) timing of disbursements for the Nutritional Assistance Program (10% of total variance), which will reverse over the next two quarters; (4) lower federally-funded payroll disbursements as a percent of total payroll versus the Liquidity Plan (10% of total variance). The remaining 5% is related to the typical lag in timing between receipts and disbursements for federally-reimbursable invoices. Please note the total variance as of 3/16 is comparable to that as of 2/23, and its makeup has not significantly changed since 2/28.
-\$409M	Inflow - Sales & Use Tax	(Permanent) YTD permanent variance of \$409M is driven by: 1) Liquidity Plan assumed \$316M of COFINA funds would flow to the General Fund but instead, the funds were deposited in the COFINA account; 2) lower than anticipated collections due to lost revenues from Hurricane Maria's impact on economic activity in addition to a temporary sales tax exemption on prepared foods and items sold by small and medium merchants (exemptions expired on 1/7 and 12/31, respectively).
-\$300M	Outflow - Loans (PREPA)	(Permanent) \$300M in funds relating to a loan from the Central Government were transferred to PREPA from the TSA on February 23, 2018. Subsequently, due to excess revenues collected by PREPA that were applied to the repayment of outstanding Revolving Credit Loans, \$36M was paid to the TSA from PREPA (see Net Inflows - PREPA above). The current YTD variance is considered permanent variance to the FY2018 Liquidity Plan, as the loan is not expected to be repaid prior to the 2018 fiscal year end (though additional repayments may occur, the expectation is that the amount repaid will be subsequently drawn down later this fiscal year), and any funds repaid to the TSA may subsequently be re-drawn by PREPA to arrive at the \$300M in approved funding defined in the original loan agreement.
-\$366M	Inflow - General Collections	(Partially Permanent) Principally due to the negative impacts caused by Hurricane Maria. The largest YTD collections variances are -\$162M in Act 154 collections, -\$157M in Nonresident Withholdings, -\$111M in Individual Income tax collections, offset by +\$138M in Petroleum & Gas Tax collections.
+\$529M	Outflow - Vendor Disbursements	(Partially Temporary) The largest portion (\$410M as of 2/28) of YTD variance is related to federally-reimbursable invoices, approximately 65% of which related to budget period 2017. Reforecast to year-end for vendor disbursements is being developed to determine how much of remaining YTD variance is permanent vs. temporary.
+\$395M	Outflow - Reconciliation Adj.	(Temporary) \$300M of the YTD Variance is offset by the \$300M loan to PREPA which repurposed the Reconciliation Adjustment that is budgeted at the agency level. Remaining YTD variance has been deferred to later this fiscal year.
+\$216M	All Other inflows & Outflows	All other YTD variances in inflows and outflows include a mix of temporary and permanent variances. Largest variances included are Agency Collections (-\$79M), Retirement System Inflows (-\$98M), Pension Related Outflows (+\$110M), Tax Refunds (+\$76M), Appropriations to ASES (+\$87M) and others (+\$120M).

**Key Cash Flow Risks to Liquidity Plan through June 30, 2018:**

Corporate & Individual Income Tax	Individual Income Taxes are expected to under-perform the Liquidity Plan throughout the remainder of the fiscal year due to continued effects of Hurricane Maria on collections. Though Corporate Income Tax collections have been fairly resistant to the negative effects of Hurricane Maria to date (2% YTD variance(a)), some deterioration in Corporate Income Tax collections relative to the Liquidity Plan is expected due to the lagged impact of Hurricane Maria on this revenue stream. Due to the timing of Corporate Income Tax collections, a large portion of this effect is projected to be realized in April, 2018.
Nonresident Withholdings	Because Nonresident Withholdings are concentrated amongst several large tax payers, there is risk that the -\$157M YTD variance grows larger or does not reverse throughout the remainder of FY2018. Though the largest tax payers have communicated they will make their scheduled payments this fiscal year, if one or more tax payers do not remit payment before year end it could result in a collections shortfall against the Liquidity Plan.
Nonbudgeted Spend	Disaster relief related spend (which may be reimbursed) may impact working capital due to the timing of the spend / reimbursement cycle and the lag may create temporary cash variances in the TSA. From a budgetary perspective, disaster related spend and other nonbudgeted spend may be reappropriated from noncash budgetary reserves.
PREPA/PRASA	A Federal Court Ruling on February 19, 2018 approved a loan request in the amount of \$300M to PREPA from the TSA and this amount was disbursed to PREPA on February 23, 2018. DTPR may be required to provide additional funding later this fiscal year out of the TSA to continue to support PREPA liquidity needs. PRASA might also potentially require funds to be transferred from the TSA to fund their ongoing liquidity needs.
Title III Spend & Municipal Recovery Fund	TSA funds may be required to cover non-budgeted Title III spend throughout 3Q and 4Q (which may approximate -\$200M) and to set up The Municipal Recovery Fund (potentially -\$100M). From a budgetary perspective, funds may be reappropriated from noncash budgetary reserves to provide for this spend.

**Key Cash Flow Opportunities to Liquidity Plan through June 30, 2018:**

Bipartisan Budget Act of 2018 (Disaster Relief and Medicaid Program Funding)	The Bipartisan Budget Act of 2018 (The Act) passed by Congress on 2/9 includes provisions for additional disaster relief funding for Puerto Rico that will translate into positive cash flows against the Liquidity Plan. Additionally, The Act provides for federal funds to support Puerto Rico's public health care costs for the next two years. In the Liquidity Plan, federal fund inflows for the Medicaid program (ASES) were forecast to run out in March 2018, with the remaining \$448M required for Premiums & Claims costs at ASES to be paid out of the TSA (budgeted as Special Revenue Funds). The additional Medicaid funding package as recently passed by the US Government will positively impact the TSA ending cash balance by the previous "gap" in funding of \$448M.
Petroleum & Gas Taxes	Strong Petroleum & Gas tax collections could continue throughout Q3 and Q4, providing additional positive variance in collections. YTD collections variance for this revenue stream is +\$138M, largely driven by unplanned increases in demand for oil to run power generators. YTD variance has partially offset other revenues that were negatively affected due to the Hurricanes.

**Footnotes:**

(a) Variances represent actual results vs. FY2018 Liquidity Plan



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TSA Cash Flow Actual Results for the Week Ended March 16, 2018

As of March 16, 2018

(figures in \$000s)		Price Variance	Actual	Forecast	Variance	Actual YTD	Forecast YTD	Variance YTD	Comments (k)
Schedule		YTD 3/9	3/16	3/16	3/16	3/16	3/16	3/16	
<b>General &amp; Special Revenue Fund Inflows</b>									
1	Collection (a)	A	(\$250,274)	\$331,685	\$447,479	(\$115,794)	\$5,005,543	\$5,371,610	(\$366,067)
2	Agency Collections	B	(76,649)	4,984	7,294	(2,310)	287,990	366,949	(78,959)
3	Sales and Use Tax		(413,530)	50,512	46,220	4,292	831,947	1,241,245	(409,298)
4	Excise Tax through Banco Popular		(3,026)	68,837	61,257	7,579	414,398	403,845	4,553
5	Rum Tax		26,140	—	—	—	165,940	139,800	26,140
6	Electronic Lottery		(13,683)	—	—	—	67,654	81,337	(13,683)
7	Subtotal - General & Special Revenue Fund Inflows		(\$731,083)	\$456,018	\$562,250	(\$106,232)	\$6,773,472	\$7,610,787	(\$837,315)
<b>Retirement System Inflows</b>									
8	Contributions From Pension Systems (b)		(82,216)	—	16,101	(16,101)	175,404	273,722	(98,318)
9	Pension System Asset Sales		—	—	—	—	390,480	390,480	—
10	Subtotal - Retirement System Inflows		(\$82,216)	—	\$16,101	(\$16,101)	\$565,884	\$664,202	(\$98,318)
<b>Other Inflows</b>									
11	Federal Fund Receipts (c)	C	(557,438)	275,664	102,719	172,945	3,674,072	4,058,565	(384,492)
12	Other Inflows (d)		63,673	7,630	7,950	(259)	273,420	210,006	63,413
13	Interest earned on Money Market Account		3,466	267	—	267	3,733	—	3,733
14	GDB Transactions		(28,766)	—	—	—	—	28,766	(28,766)
15	Loans and Tax Revenue Anticipation Notes		—	36,405	—	36,405	36,405	—	36,405
16	Subtotal - Other Inflows		(\$519,065)	\$320,027	\$110,668	\$209,368	\$3,987,630	\$4,297,337	(\$309,707)
17	Total Inflows		(\$1,332,364)	\$776,044	\$689,020	\$87,025	\$11,326,986	\$12,572,326	(\$1,245,339)
<b>Payroll Outflows</b>									
18	Net Payroll (e)	D	8,663	(66,957)	(66,510)	(447)	(1,213,019)	(1,221,235)	8,216
19	Other Payroll Related Costs - (SSA, SIFC, Health Insurance) (f)		(33,385)	(13,742)	(20,190)	6,448	(94,365)	(916,717)	(26,918)
20	Gross Payroll - PR Police Department (g)		(45,854)	—	(5,637)	5,637	(504,488)	(464,271)	(40,217)
21	Subtotal - Payroll and Related Costs		(\$70,556)	(\$80,700)	(\$92,337)	\$11,637	(\$2,661,142)	(\$2,602,223)	(\$58,919)
<b>Pension Outflows</b>									
22	Pension Benefits		50,107	(88,827)	(87,949)	2,121	(1,488,274)	(1,540,502)	52,228
23	Pension Paygo Outlays on Behalf of Public Corporations		57,691	—	—	—	—	(57,691)	57,691
24	Subtotal - Pension Related Costs		\$107,798	(\$88,827)	(\$87,949)	\$2,121	(\$1,488,274)	(\$1,598,193)	\$109,919
<b>Appropriations - All Funds</b>									
25	Health Insurance Administration - ASSES		23,953	—	(62,806)	62,806	(1,678,437)	(1,765,196)	86,759
26	University of Puerto Rico - UPR		(0)	—	—	—	(501,241)	(501,241)	(0)
27	Muni. Revenue Collection Center - CRIM		(2,218)	—	—	—	(182,364)	(180,136)	(2,218)
28	Highway Transportation Authority - HTA		(196)	—	—	—	(113,733)	(113,537)	(196)
29	Public Buildings Authority - PBA		(7,650)	—	(5,818)	5,818	(54,190)	(52,368)	(1,822)
30	Other Government Entities		63,177	(3,100)	(11,398)	8,298	(354,625)	(426,093)	71,475
31	Subtotal - Appropriations - All Funds		\$77,067	(\$3,100)	(\$80,022)	\$76,922	(\$2,884,580)	(\$3,038,568)	\$153,988
<b>Other Disbursements - All Funds</b>									
32	Vendor Disbursements (h)	E	517,730	(50,765)	(62,108)	11,344	(1,806,205)	(2,335,279)	529,074
33	Other Legislative Appropriations (i)	F	(27,655)	(3,900)	(10,078)	6,178	(281,763)	(260,286)	(21,478)
34	Tax Refunds		69,534	(9,125)	(15,939)	6,814	(317,173)	(393,522)	76,348
35	Nutrition Assistance Program		47,189	(65,974)	(38,638)	(27,335)	(1,407,863)	(1,427,718)	19,854
36	Other Disbursements		23,165	—	—	—	(50,601)	(73,766)	23,165
37	Reconciliation Adjustment		394,667	—	—	—	—	(394,667)	394,667
38	Loans and Tax Revenue Anticipation Notes		(300,000)	—	—	—	(300,000)	—	(300,000)
39	Subtotal - Other Disbursements - All Funds		\$724,630	(\$129,763)	(\$126,763)	(\$3,000)	(\$4,163,606)	(\$4,885,236)	\$721,630
40	Total Outflows		\$838,938	(\$299,390)	(\$387,070)	\$87,680	(\$11,197,601)	(\$12,124,220)	\$926,619
41	Net Cash Flows		(\$493,425)	\$476,655	\$301,950	\$174,705	\$129,385	\$448,106	(\$318,721)
42	Bank Cash Position, Beginning (j)		—	1,451,728	1,945,153	(493,425)	1,798,997	1,798,997	—
43	Bank Cash Position, Ending (j)		(\$493,425)	\$1,928,382	\$2,247,103	(\$318,721)	\$1,928,382	\$2,247,103	(\$318,721)
Net Loan Outstanding to PREPA (sum of lines 15 & 38):			(\$300,000)	\$36,405	—	\$36,405	(\$263,595)	—	(\$263,595)

## Footnotes:

- (a) Includes reserve for tax returns (\$456 million) and Special Revenue Fund portion of posted collections.  
 (b) Paygo charges to municipalities and public corporations collected at the TSA.  
 (c) As of the date of this report, includes \$33M in federal funded account balances transferred to the TSA that relate to disaster relief.  
 (d) Inflows related to the Department of Health, Department of Labor and Human Resources, the Commissioner of Financial Institutions, and others.  
 (e) Payroll is paid bi-weekly on the 15th and 30th (or last day of the month, whichever comes sooner).  
 (f) Related to employee withholdings, social security, insurance, and other deductions.  
 (g) Police payroll is reflected individually because it is paid through a separate bank account. Also, the police payroll line item shown in the TSA cash flow is gross (i.e. inclusive of Other Payroll Related items).  
 (h) Includes payments to third-party vendors as well as intergovernmental payments to agencies with separate Treasuries.  
 (i) This refers to General Fund appropriations to non-TSA entities such as Legislative Assembly, Correctional Health, Comprehensive Cancer Center, and others.  
 (j) Excludes Banco Popular of Puerto Rico Account with balance of approximately \$14.6mm; Amounts deposited in GDB subject to GDB restructuring.  
 (k) Unless otherwise stated, variances are either not material in nature or are expected to reverse in the short term.

1. Due to the seasonality of collections and key due dates for Nonresident Withholdings, Act 154 payments, individual and Corporate Income Taxes, the week ended 3/16 was the week with the most amount of collections YTD. However, weekly collections underperformed Liquidity Plan mainly due to the General Fund portion of collections with -\$83M lower in Nonresident Withholdings collections, -\$11M lower in Act 154 Collections, -\$9M lower in individual income taxes, and others that were partially offset by +\$5M in Corporate Income Taxes.  
 2. YTD variance mainly due to -\$33M lower in Department of Health collections and -\$32M lower in Department of Treasury collections, with the remaining variance spread across 40+ other agencies. The majority of YTD variance (-\$62M) is due to collections shortfall in September and October following Hurricane Maria, and may be permanent in nature.  
 3. YTD variance is mostly permanent, due to -\$316M in COFINA SUT collections flowing to the COFINA bank account that were not considered in the Liquidity Plan, lost revenues from Hurricane Maria's impact on economic activity, and temporary sales tax exemptions on prepared foods and items sold by small and medium merchants (exemptions expired on 1/7 and 12/31, respectively).  
 5. YTD Variance is due to timing. The Liquidity Plan assumes a \$117M threshold of Rum Export Tariff collections that relate to FY18 exports would be reached in March 2018. This threshold was met in December 2017 due to better than expected 1Q and 2Q Rum tax collections. Distributions of Rum Export Tariff collections going forward are split between the TSA, rum manufacturers and others. YTD favorable variance in rum tax collections will reverse through the end of 3Q where forecast rum tax collections in the TSA will continue to be distributed to rum manufacturers and others according to the defined rum tax waterfall.  
 8. YTD variance due to not yet receiving payments from PRASA and other public corporations & municipalities.  
 11. Weekly variance offsets previous YTD timing variance, mainly due to \$147M received for the Medicaid Program, \$78M received for the Nutritional Assistance Program, and \$41M received for the Department of Education. YTD variances in federal fund receipts are partially offset by variances in federally funded vendor disbursements (portion of line 32, \$410M of YTD variance as of 2/28), federal appropriations to ASSES (line 25, \$34M of YTD variance as of 2/28), disbursements for Nutritional Assistance (line 35, \$48M of YTD variance as of 2/28), and federally funded payroll (portion of lines 18 & 19, \$44M of YTD variance as of 2/28). Additionally, remaining YTD variance is due to timing.  
 14. YTD variance is offset by GDB Transactions (relates to legacy debt service deposit agreement) variance in line 36.  
 19. YTD Variance is temporary and expected to reverse the week ended 3/23 due to the timing of various payments to financial service providers on behalf of public employees and for insurance providers.  
 20. Weekly and YTD variances are expected to be timing related. The PR Police Department disburses its own payroll & related benefits, and outflows for Police Payroll relate to requested payroll advances to the central government (TSA). Ongoing discussions with the Police Department suggest a portion of YTD variance is permanent, though the forecast for the remainder of FY2018 is under assessment.  
 24. YTD Pension Benefits and Pension Paygo outlays variances are temporary and expected to reverse throughout the remainder of the fiscal year.  
 25. Variance is due to the timing of federal funds received for the Medicaid Program and the subsequent pass-through appropriation to ASSES, and will reverse next week as a \$146M appropriation to ASSES for the Medicaid Program was executed on 3/19.  
 28-30. Weekly and YTD variances for these appropriations are timing related and expected to reverse throughout the remainder of FY2018.  
 32. Weekly vendor disbursements were below Liquidity Plan mainly due to lower vendor disbursements for the Departments of Health, Education, and others. The largest portion (\$410M as of 2/28) of YTD variance is related to federally-reimbursable invoices, approximately 65% of which are related to budget period 2017.  
 33. Weekly variance offsets previous YTD variance. Remaining YTD will be offset next week as appropriations originally projected for the week ended 3/16 and 3/23 were executed throughout the week ended 3/9.  
 34. Weekly and YTD variances are timing related and expected to reverse throughout the remainder of FY2018.  
 35. Weekly variance partially offsets federal fund receipts variance (line 11). YTD variance is timing related and is offset by a temporary reduction in federal fund receipts.  
 36. YTD variance is offset by GDB Transactions (relates to legacy debt service deposit agreement) variance in inflows (line 14), with remaining variance due to timing.  
 37. \$264M of the YTD Variance is offset by the \$300M loan to PREPA less a \$36M loan repayment due to PREPA's excess revenue collections (see note 38 below). The \$300M original loan repurposed portions the Reconciliation Adjustment that is budgeted at the agency level (see Schedule H of this report for additional detail). Remaining YTD variance has been deferred to later this fiscal year.

- 15, 38. Weekly variance due to excess revenues collected by PREPA that were applied to the repayment of outstanding Revolving Credit Loans, in accordance with Section 2.6(b)(ii) of the Superpriority Post-petition Revolving Credit Loan Agreement (The Agreement). The Agreement specifies that upon PREPA's receipt of any revenues in excess of amounts necessary to (i) pay budgeted expenses for Ineligible Uses provided for in the Budget (inclusive of the Ineligible Uses Variance) and other allowable expenses for Ineligible Uses, or any FEMA reimbursable expense for contracts that have been obligated by FEMA and approved by the Oversight Board and (ii) maintain a maximum cash balance up to \$300M PREPA shall apply such revenues to the repayment of the outstanding Revolving Credit Loans. The criteria that result in any aforementioned repayment may be triggered due to the seasonality of PREPA operations. Depending on the timing of PREPA receipts and disbursements, additional repayments may occur over the next several weeks, though additional draw downs are expected to subsequently be necessary and the expectation is that the full approved amount of \$300M will be outstanding at the end of the fiscal year.



**Puerto Rico Department of Treasury | AAFAF**

**As of March 16, 2018**

*Schedule A: Collections Detail*

	Actual	YTD
	3/16	FY18
<i>(figures in \$000s)</i>		
<b>General Fund</b>		
1 Individuals	\$63,721	\$1,415,305
2 Corporations	115,812	900,327
3 Non Residents Withholdings	39,751	435,673
4 Act 154	97,140	881,117
5 Alcoholic Beverages	4,738	184,625
6 Cigarettes	3,333	163,233
7 Motor Vehicles	8,112	257,311
8 Other General Fund	8,158	122,191
9 <b>Total General Fund Portion of General Collections</b>	<b>\$340,764</b>	<b>\$4,359,783</b>
<b>Retained Revenues (a)</b>		
10 AACA Pass Through	1,104	55,441
11 AFI/RBC Pass Through	0	6,730
12 ASC Pass Through	1,527	59,520
13 HTA Pass Through	13,387	472,050
14 Total Other Retained Revenues	1,296	50,812
15 <b>Total Retained Revenues Portion of General Collections</b>	<b>\$17,314</b>	<b>\$644,554</b>
16 <b>Total Collections from DTPR Collections System</b>	<b>\$358,078</b>	<b>\$5,004,337</b>
17 <b>Timing-related unreconciled TSA Collections (b)</b>	<b>(\$26,393)</b>	<b>\$1,206</b>
18 <b>Total General Collections</b>	<b>\$331,685</b>	<b>\$5,005,543</b>

Source: DTPR, collection system

**Footnotes:**

(a) Retained Revenues are revenues conditionally assigned to certain public corporations and the collections of those revenues are through accounts referred to as "pass through" accounts, the majority of which include (i) ACAA auto insurance, (ii) AFI/RBC petroleum tax, (iii) ASC personal injury insurance, and (iv) HTA toll revenues.

(b) Due to timing. Receipts in collections past account occur approximately two business days prior to being deposited into the TSA.



**Puerto Rico Department of Treasury | AAFAF**  
*Schedule B: Agency Collections Detail*

**As of March 16, 2018**

	Actual	YTD
	3/16	FY18
<i>(figures in \$000s)</i>		
<b><u>Agency</u></b>		
1 Department of Health	\$1,240	\$78,953
2 Office of the Financial Institution Commissioner	180	46,861
3 Funds under the Custody of the Department of Treasury	371	34,501
4 Department of Labor and Human Resources	220	20,943
5 Department of Justice	475	12,951
6 Department of Treasury	45	12,042
7 Office of the Commissioner of Insurance	79	9,735
8 Mental Health and Drug Addiction Services Administration	122	5,625
9 Department of Natural and Environmental Resources	80	5,478
10 Department of Correction and Rehabilitation	429	4,586
11 Department of Education	63	4,457
12 Puerto Rico Police Department	20	4,377
13 Department of State	18	4,155
14 Department of Recreation and Sport	5	4,137
15 Medical Emergencies Service	558	4,105
16 General Services Administration	121	4,060
17 Deposits non-identified (a)	4	3,486
18 Department of Housing	40	3,143
19 Administration for the Horse Racing Sport and Industry	109	2,800
20 Others (b)	806	21,595
<b>21 Total</b>	<b>\$4,984</b>	<b>\$287,990</b>

Source: DTPR

**Footnotes:**

(a) Includes transfers to other agencies in addition to unreconciled agency collections.  
(b) Inflows related to Department of Transportation and Public Works, Firefighters Corps, Environmental Quality Board, Department of Agriculture, and others.

**Puerto Rico Department of Treasury | AAFAF**

**As of March 16, 2018**

*Schedule C: Federal Funds Receipts Detail*

<i>(figures in \$000s)</i>		Actual	YTD
		3/16	FY18
<b><u>Agency</u></b>			
1	Health	\$151,421	\$1,514,661
2	Adm. Socioeconomic. Dev. Family	77,604	1,447,991
3	Department of Education	41,123	496,569
4	Vocational Rehabilitation Adm.	209	26,707
5	Mental Health and Drug Addiction Services Adm.	361	17,774
6	Puerto Rico National Guard	45	16,244
7	Department of Labor and Human Resources	2,253	13,494
8	Families and Children Adm.	1,606	12,047
9	Department of Justice	1	9,804
10	Environmental Quality Board	—	5,665
11	Department of Family	2	5,408
12	Department of Natural and Environmental Resources	39	4,773
13	Others (a)	1,001	70,146
14	Disaster Spend Reimbursements (b)	—	32,787
15	<b>Total</b>	<b>\$275,664</b>	<b>\$3,674,072</b>

Source: DTPR

**Footnotes:**

(a) Inflows related to the Women's Affairs Commission, the Municipal Affairs Commission, Office of Elderly Affairs, and others.

(b) Represents reimbursement transfers to the TSA for various agencies' disaster related spend.

**Puerto Rico Department of Treasury | AAFAF**

**As of March 16, 2018**

*Schedule D: Net (a) Payroll Detail*

	Actual	YTD
(figures in \$000s)	3/16	FY18
<b>General Fund</b>		
1 Education	\$26,990	\$472,851
2 Correction and Rehab	4,591	100,376
3 Health	1,984	38,471
4 All Other Agencies (b)	17,819	311,122
5 <b>Total General Fund</b>	<b>\$51,385</b>	<b>\$922,820</b>
<b>Special Revenue Funds</b>		
6 Education	\$2	89
7 Correction and Rehab	—	—
8 Health	699	10,629
9 All Other Agencies (b)	2,705	48,844
10 <b>Total Special Revenue Funds</b>	<b>\$3,406</b>	<b>\$59,562</b>
<b>Federal Funds</b>		
11 Education	\$8,189	\$142,314
12 Correction and Rehab	3	170
13 Health	2,080	31,938
14 All Other Agencies (b)	2,862	50,284
15 <b>Total Federal Funds</b>	<b>\$13,134</b>	<b>\$224,706</b>
16 <b>Total Net Payroll from Payroll System</b>	<b>\$67,925</b>	<b>\$1,207,089</b>
17 <b>Timing-related unreconciled Net Payroll (c)</b>	<b>(\$968)</b>	<b>\$5,931</b>
18 <b>Total Net Payroll</b>	<b>\$66,957</b>	<b>\$1,213,019</b>

Source: DTPR, RHUM system

Footnotes:

(a) Net payroll data provided by DTPR allows for a reliable break down analysis. Note that net payroll is equal to gross payroll less tax withholdings and other deductions.

(b) Includes Firefighter Corps, National Guard, Public Housing Administration, Natural Resources Administration, and

(c) Due to timing and reconciliation between RHUM payroll system and cash activity data.



**Puerto Rico Department of Treasury | AAFAF**  
*Schedule E: Vendor Disbursements Detail*

**As of March 16, 2018**

(figures in \$000s)		Actual	YTD
		3/16	FY18
<b><u>General Fund</u></b>			
1	Education	\$5,242	\$261,974
2	General Court of Justice	15	66,324
3	Health	855	78,572
4	All Other Agencies (a)	12,648	419,344
5	<b>Total General Fund</b>	<b>\$18,760</b>	<b>\$826,215</b>
<b><u>Special Revenue Funds</u></b>			
6	Education	1,826	44,290
7	General Court of Justice	801	9,503
8	Health	2,383	109,112
9	All Other Agencies (a)	8,650	288,016
10	<b>Total Special Revenue Funds</b>	<b>\$13,660</b>	<b>\$450,920</b>
<b><u>Federal Funds</u></b>			
11	Education	2,914	172,379
12	General Court of Justice	11	134
13	Health	3,765	130,986
14	All Other Agencies (a)	4,490	192,960
15	<b>Total Federal Funds</b>	<b>\$11,180</b>	<b>\$496,459</b>
16	<b>Total Vendor Disbursements from System</b>	<b>\$43,600</b>	<b>\$1,773,594</b>
17	<b>Timing-related unreconciled Vendor Disbursements (b)</b>	<b>\$7,164</b>	<b>\$32,610</b>
18	<b>Total Vendor Disbursements</b>	<b>\$50,765</b>	<b>\$1,806,205</b>

Source: DTPR's Bank checks paid report and PRIFAS system

**Footnotes:**

(a) Includes ASSMCA, Firefighters Corps, Emergency Medical Corps, Natural Resources Administration, and others.

(b) Unreconciled vendor disbursements is timing variance pending reconciliation between bank systems and DTPR systems.

**Puerto Rico Department of Treasury | AAFAF**  
*Schedule F: Other Legislative Appropriations Detail*

**As of March 16, 2018**

<i>(figures in \$000s)</i>		Actual	YTD
		3/16	FY18
<b><u>Agency</u></b>			
1 Correctional Health		\$3,900	\$42,596
2 House of Representatives		—	34,780
3 Puerto Rico Senate		—	30,699
4 Office of the Comptroller		—	28,019
5 Legislative Donations Committee		0	20,000
6 Comprehensive Cancer Center		—	17,250
7 Superintendent of the Capitol		—	11,361
8 Institute of Forensic Sciences		—	11,027
9 Authority of Public-Private Alliances (projects)		—	10,697
10 Martín Peña Canal Enlace Project Corporation		—	8,209
11 Legislative Services		—	7,856
12 Housing Financing Authority		—	7,037
13 All Others (a)		—	52,232
<b>14 Total Other Legislative Appropriations</b>		<b>\$3,900</b>	<b>\$281,763</b>

Source: DTPR

**Footnotes:**

(a) Includes the Solid Waste Authority, Public Broadcasting Corporation, Musical Arts Corporation, and several other agencies.

**Puerto Rico Department of Treasury | AAFAF**

**As of March 16, 2018**

**Central Government - Partial Inventory of Known Short Term Obligations (a)**

(figures in \$000s)

Obligation Type	Recorded Invoices (b)
3rd Party Vendor Invoices	\$ 36,745
Intergovernmental Invoices	\$ 14,256
<b>Total</b>	<b>\$ 51,001</b>

Source: DTPR

**Footnotes:**

(a) The numbers presented represent a bottom-up build of invoices at the government agency level, which should not be considered to be indicative of total Accounts Payable for the central government. This is due to issues surrounding invoice entry that has hindered the timely cadence of recording invoices, which was made worse by the impact of the Hurricanes.

(b) The data presented above refers to invoices/vouchers approved for payment by the agencies but checks not released as of 3/16.

Obligation Type	Additional Invoices (c)
3rd Party Vendor Invoices	\$ 206,977
Intergovernmental Invoices	179,984
<b>Total</b>	<b>\$ 386,961</b>

Source: BDO

**Footnotes:**

(c) The data presented above represents additional invoices identified outside of DTPR main system for the following agencies as of 3/16:

- Police Department
- Department of Education
- Department of Justice
- Department of Correction and Rehabilitation
- Department of Transportation and Public Works
- Mental Health and Drug Addiction Services Administration
- Socio Economic Development Administration
- Administration for Children and Families
- Child Support Administration
- Environmental Quality Board
- Department of Health
- Department of Housing
- Department of Labor
- Department of Sports and Recreation
- Department of Natural Resources
- Administration for the Care and Development of Children
- Puerto Rico Fire Department
- Department of Family
- Department of Treasury

Obligation Type	Pre-recorded Invoices (d)
3rd Party Vendor Invoices	\$ 11,547
Intergovernmental Invoices	\$ 3,901
<b>Total</b>	<b>\$ 15,448</b>

Source: Compiled by BDO, data provided by agencies.

**Footnotes:**

(d) Pre-recorded AP is related to other agencies out of scope of BDO that independently enters invoice data into a Live AP module prior to invoices being approved for payment.



**Puerto Rico Department of Treasury | AAFAF**

As of March 16, 2018

**Central Government - Partial Inventory of Known Short Term Obligations by agency (a)**

(figures in \$000s)

**Consolidated Inventory Invoices**

Description	As of June 30, 2017				As of September 8, 2017			As of March 16, 2018			
	Checks in Vault (b)	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Pre-recorded AP (e)	Total
Department of Education	\$ 3,535	\$ 66,640	\$ 165,459	\$ 235,633	\$ 28,009	\$ 161,824	\$ 189,833	\$ 19,492	\$ 99,265	\$ -	\$ 118,757
Department of Health	-	15,432	132,856	148,288	8,996	130,760	139,756	9,052	116,992	-	126,044
Mental Health and Drug Addiction Services Administration	-	2	1,940	1,942	353	6,086	6,439	504	3,355	-	3,859
Environmental Quality Board	-	716	6,229	6,945	793	7,194	7,987	176	7,057	-	7,233
Department of Correction and Rehabilitation	-	7,582	40,215	47,796	271	36,746	37,018	7,857	43,540	-	51,397
Department of Labor	-	903	19,619	20,521	-	23,556	23,556	133	25,441	-	25,574
Administration For Children and Families	-	143	15,123	15,266	2,818	22,254	25,073	44	18,723	-	18,767
Other Agencies	1,170	77,368	43,059	121,597	23,808	63,883	87,691	13,743	72,589	15,448	101,779
<b>Total</b>	<b>\$ 4,705</b>	<b>\$ 168,786</b>	<b>\$ 424,500</b>	<b>\$ 597,990</b>	<b>\$ 65,048</b>	<b>\$ 452,304</b>	<b>\$ 517,352</b>	<b>\$ 51,001</b>	<b>\$ 386,961</b>	<b>\$ 15,448</b>	<b>\$ 453,409</b>

**3rd Party Vendor Payables**

Description	As of June 30, 2017				As of September 8, 2017			As of March 16, 2018			
	Checks in Vault (a)	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Pre-recorded AP (e)	Total
Department of Education	\$ -	\$ 39,845	\$ 132,341	\$ 172,187	\$ 14,166	\$ 91,806	\$ 105,972	\$ 19,492	\$ 62,969	\$ -	\$ 82,461
Department of Health	-	14,395	92,876	107,271	8,320	93,580	101,900	9,052	56,716	-	65,768
Mental Health and Drug Addiction Services Administration	-	2	1,581	1,584	353	5,605	5,958	504	2,856	-	3,360
Environmental Quality Board	-	395	4,452	4,846	353	5,114	5,467	176	4,532	-	4,708
Department of Correction and Rehabilitation	-	3,603	13,196	16,799	256	7,448	7,704	5	14,242	-	14,247
Department of Labor	-	211	10,875	11,086	-	11,023	11,023	5	13,140	-	13,145
Administration For Children and Families	-	143	13,844	13,988	41	20,025	20,065	28	15,099	-	15,127
Other Agencies	-	29,046	22,116	51,161	16,005	41,724	57,728	7,482	37,423	11,547	56,452
<b>Total</b>	<b>\$ -</b>	<b>\$ 87,639</b>	<b>\$ 291,282</b>	<b>\$ 378,921</b>	<b>\$ 39,494</b>	<b>\$ 276,324</b>	<b>\$ 315,818</b>	<b>\$ 36,745</b>	<b>\$ 206,977</b>	<b>\$ 11,547</b>	<b>\$ 255,268</b>

**Intergovernmental Payables**

Description	As of June 30, 2017				As of September 8, 2017			As of March 16, 2018			
	Checks in Vault (b)	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Total	Recorded AP (c)	Additional AP (d)	Pre-recorded AP (e)	Total
Department of Education	\$ 3,535	\$ 26,795	\$ 33,117	\$ 63,447	\$ 13,842	\$ 70,019	\$ 83,861	\$ -	\$ 36,296	\$ -	\$ 36,296
Department of Health	-	1,037	39,980	41,017	676	37,181	37,856	-	60,276	-	60,276
Mental Health and Drug Addiction Services Administration	-	-	359	359	-	481	481	-	498	-	498
Environmental Quality Board	-	321	1,777	2,098	440	2,080	2,520	-	2,524	-	2,524
Department of Correction and Rehabilitation	-	3,979	27,018	30,997	15	29,298	29,313	7,852	29,298	-	37,150
Department of Labor	-	692	8,744	9,435	-	12,533	12,533	128	12,301	-	12,429
Administration For Children and Families	-	-	1,279	1,279	2,778	2,230	5,007	16	3,624	-	3,640
Other Agencies	1,170	48,323	20,944	70,436	7,803	22,159	29,962	6,261	35,166	3,901	45,328
<b>Total</b>	<b>\$ 4,705</b>	<b>\$ 81,146</b>	<b>\$ 133,218</b>	<b>\$ 219,069</b>	<b>\$ 25,554</b>	<b>\$ 175,979</b>	<b>\$ 201,534</b>	<b>\$ 14,256</b>	<b>\$ 179,984</b>	<b>\$ 3,901</b>	<b>\$ 198,141</b>

**Footnotes:**

(a) The numbers presented represent a bottom-up build of invoices at the government agency level, which should not be considered to be indicative of total Accounts Payable for the central government. This is due to issues surrounding invoice entry that has hindered the timely cadence of recording invoices, which was made worse by the impact of the Hurricanes.

(b) Refers to checks issued but kept in vault. Due to control processes implemented this fiscal year, it is uncommon for there to be a material checks in vault balance, as now the Department of Treasury has greater control over the approval and authorization of checks before they are issued. Data is sourced from Puerto Rico Department of Treasury.

(c) Refers to invoices/vouchers approved for payment by the agencies but checks not released. Data is sourced from Puerto Rico Department of Treasury.

(d) Represents additional invoices identified outside of DTPR main system for the 19 agencies below. Data is sourced from BDO.

- Police Department
- Department of Education
- Department of Justice
- Department of Correction and Rehabilitation
- Department of Transportation and Public Works
- Mental Health and Drug Addiction Services Administration
- Socio Economic Development Administration
- Administration for Children and Families
- Child Support Administration
- Environmental Quality Board
- Department of Health
- Department of Housing
- Department of Labor
- Department of Sports and Recreation
- Department of Natural Resources
- Administration for the Care and Development of Children
- Puerto Rico Fire Department
- Department of Family
- Department of Treasury

(e) Pre-recorded AP is related to other agencies out of scope for BDO that independently enter invoices into a Live AP module prior to invoice payment approval. The data is sourced from the agencies themselves, compiled by BDO, and validated to ensure there is no overlap with other AP categories.

Puerto Rico Department of Treasury | AAFAP

As of March 9, 2018

Central Government - Partial Inventory of Known Short Term Obligations (a)  
All Agencies

(figures in \$'000s)

Description	Recorded AP (b)		Additional AP (c)		Pre-Recorded AP (d)		Total
	3rd Party Payables	Intergovernmental Payables	3rd Party Payables	Intergovernmental Payables	3rd Party Payables	Intergovernmental Payables	
Department of Health	\$9,052	\$0	\$56,716	\$60,276	\$0	\$0	\$126,044
Department of Education	19,492	-	62,969	36,296	-	-	118,757
Department of Correction and Rehabilitation	5	7,852	14,242	29,298	-	-	51,397
Department of Transportation and Public Works	-	177	9,303	24,043	-	-	33,523
Department of Labor and Human Resources	5	128	13,140	12,301	-	-	25,574
Families and Children Administration	28	16	15,099	3,624	-	-	18,767
Department of Justice	3,501	129	6,130	781	-	-	10,540
Department of the Family	397	144	5,138	1,578	-	-	7,257
Environmental Quality Board	176	-	4,532	2,524	-	-	7,233
Hacienda (entidad interna - fines de contabilidad)	9	1,835	-	-	3,965	-	5,809
Department of Natural and Environmental Resources	-	-	3,608	1,983	-	-	5,596
Administration for Socioeconomic Development of the Family	-	-	2,483	2,970	-	-	5,454
Commonwealth Election Commission	-	564	-	-	1,805	2,619	4,988
Department of Housing	-	30	4,685	64	-	-	4,778
Child Support Administration	-	-	1,373	3,358	-	-	4,731
Puerto Rico Police	13	671	2,999	291	-	-	3,974
Mental Health and Addiction Services Administration	504	-	2,856	498	-	-	3,859
Department of Sports and Recreation	2,009	235	1,445	78	-	-	3,767
Institute of Puerto Rican Culture	-	1,849	-	-	9	-	1,858
General Services Administration	-	-	-	-	1,457	304	1,761
Department of the Treasury	1,275	-	45	14	-	-	1,335
Puerto Rico National Guard	52	52	-	-	431	620	1,156
Vocational Rehabilitation Administration	67	30	-	-	677	6	780
Office of the Governor	5	77	-	-	469	-	550
Industrial Commission	-	-	-	-	314	220	533
Veterans Advocate Office	-	-	-	-	437	-	437
Department of State	-	14	-	-	264	11	309
Elderly and Retired People Advocate Office	44	13	-	-	250	2	308
Emergency Management and Disaster Administration Agency	-	-	-	-	197	55	252
Firefighters Corps	17	147	85	-	-	-	249
Emergency Medical Services Corps	-	47	-	-	174	16	237
Office of Management and Budget	-	59	-	-	142	-	201
Natural Resources Administration	16	138	-	-	-	-	154
Administration for Integral Development of Childhood	-	16	128	-	-	-	144
Permit Management Office	-	-	-	-	113	-	113
Telecommunication's Regulatory Board	39	0	-	-	55	-	94
Citizen's Advocate Office (Ombudsman)	-	-	-	-	90	-	90
State Energy Office of Public Policy	-	-	-	-	86	-	86
Women's Advocate Office	-	-	-	-	82	-	82
Office of the Commissioner of Insurance	-	-	-	-	81	0	81
Office of the Electoral Comptroller	-	-	-	-	27	49	76
Office of Public Security Affairs	25	20	-	-	7	-	52
Cooperative Development Commission	-	-	-	-	52	-	52
Office of the Financial Institutions Commissioner	-	-	-	-	49	-	49
State Historic Preservation Office	-	18	-	-	22	0	40
Planning Board	-	-	-	-	38	-	38
Department of Agriculture	0	-	-	-	31	-	31
Correctional Health	-	-	-	-	31	-	31
Health Advocate Office	-	-	-	-	25	-	25
Joint Special Counsel on Legislative Donations	-	-	-	-	25	-	25
Horse Racing Industry and Sport Administration	-	-	-	-	22	-	22
Advocacy for Persons with Disabilities of the Commonwealth	11	-	-	-	9	-	20
Public Service Appeals Commission	-	-	-	-	20	-	20
Department of Consumer Affairs	0	-	-	-	19	-	19
Civil Rights Commission	-	-	-	-	16	-	16
Industrial Tax Exemption Office	-	-	-	-	12	-	12
Department of Public Security	-	-	-	-	11	-	11
Parole Board	-	-	-	-	7	-	7
Public Services Commission	-	-	-	-	3	-	3
<b>Total</b>	<b>\$36,745</b>	<b>\$14,256</b>	<b>\$206,977</b>	<b>\$179,984</b>	<b>\$11,547</b>	<b>\$3,901</b>	<b>\$453,409</b>

Footnotes:

(a) The numbers presented represent a bottom-up build of invoices at the government agency level, which should not be considered to be indicative of total Accounts Payable for the central government. This is due to issues surrounding invoice entry that has hindered the timely cadence of recording invoices, which was made worse by the impact of the Hurricanes.

(b) Refers to invoices/vouchers approved for payment by the agencies but checks not released. Data is sourced from Puerto Rico Department of Treasury.

(c) Represents additional invoices identified outside of DTPR main system. Data is sourced from BDO, who compiles this information for the 19 agencies included in its scope of work.

(d) Pre-recorded APs related to other agencies out of scope for BDO that independently enter invoices into a live AP module prior to invoice payment approval. The data is sourced from the agencies themselves, compiled by BDO, and validated to ensure there is no overlap with other AP categories.



**Puerto Rico Department of Treasury | AAFAF**

**As of March 16, 2018**

**Schedule H: \$300M Budget Allocation of the Reconciliation Adjustment for the  
Central Government Loan to PREPA.**

(figures in \$000s)			
	Original Budgeted Amount	Allocation to PREPA Loan	Remaining
<b>Agency</b>			
1 Department of Health	\$146,000	\$80,367	\$65,633
2 Department of Treasury	90,000	49,541	40,459
3 Department of Education	75,000	41,284	33,716
4 OMB Funds	47,000	—	47,000
5 Adm Child Care & Development	40,000	22,018	17,982
6 Authority of Public Private Alliances	36,000	19,817	16,183
7 Corp Service Medical Center	30,000	16,514	13,486
8 Mental Health and Drug Addiction Services Administration	30,000	16,514	13,486
9 PR Police Department	25,000	13,761	11,239
10 Transportation & Public Works	25,000	13,761	11,239
11 Administration for the Development of Agricultural Enterprises	25,000	13,761	11,239
12 Department of Corrections	15,000	8,257	6,743
13 Department of Justice	4,000	2,202	1,798
14 Firefighters	3,000	1,651	1,349
15 Highway Transportation Authority	1,000	550	450
<b>16 Total</b>	<b>\$592,000</b>	<b>\$300,000</b>	<b>\$292,000</b>

Source: Office of Management and Budget

**Footnotes:**

(a) Following a Federal Court Ruling on February 19, 2018 that approved a loan request in the amount of \$300M to PREPA from the TSA (funds transferred to PREPA on 2/23), \$300M was repurposed from the Reconciliation Adjustment budgeted at the agency level, and use of approved budgeted amounts for the Reconciliation Adjustment from among 14 agencies provided the funding for this loan to PREPA. Refer to the above schedule for the detailed budget allocation by agency. Remaining YTD variance of the Reconciliation Adjustment has been deferred to later this fiscal year. The transfer of funds to PREPA from the TSA is considered a permanent variance to the FY2018 Liquidity Plan (which partially offsets the positive YTD variance of the Reconciliation Adjustment), as the loan is not expected to be repaid prior to the 2018 fiscal year end.